Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Message Text

CONFIDENTIAL

PAGE 01 LUBUMB 00435 071040Z

44
ACTION AF-18

INFO OCT-01 ISO-00 AID-20 CIAE-00 COME-00 EB-11 FRB-02

INR-10 NSAE-00 RSC-01 TRSE-00 XMB-07 OPIC-12 SPC-03

CIEP-02 LAB-06 SIL-01 OMB-01 DODE-00 PM-07 H-03 L-03

NSC-10 PA-04 PRS-01 SS-20 USIA-15 ACDA-19 IO-14 NEA-10

DRC-01 /202 W
---------- 062444
R 051200Z DEC 73
FM AMCONSUL LUBUMBASHI
TO AMEMBASSY KINSHASA
INFO SECSTATE WASHDC 1416
AMCONSUL BUKAVU
AMCONSUL KISANGANI

C O N F I D E N T I A L LUBUMBASHI 0435

E.O. 11652: GDS
TAGS: ECON, CG
SUBJECT: ECONOMIC MEASURES

REF: A. LUBUMBAHI 0434
B. LUBUMBASHI 0431

1. PRESIDENT'S 24 NOVEMBER PRONOUNCEMENTS AND SUCH IMPLEMENTING INSTRUCTIONS AS SO FAR RECEIVED IN SHABA (REF A) HAVE CREATED SHARP DISMAY AND NEAR PANIC IN SOME FOREIGN COMMUNITIES. PUZZLE-MENT PREVAILS AS TO HOW AND WHEN GOZ PROPOSES TO IMPLEMENT THIS MIND-BUGGLING PACKAGE.

2. FEW RESIDENT AMERICANS DIRECTLY AFFECTED BUT WE ARE RECEIVING NUMEROUS QUERIES RE COMPENSATION FOR SEQUESTERED PROPERTIES, WHETHER EXIT VISAS LIKELY BE FORTHCOMING, WHETHER FOREIGN EXCHANGE LIKELY BE MADE AVAILABLE FOR ZAIRES DERIVING FROM LIQUIDATED
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 LUBUMB 00435 071040Z

STOCKS, ETC. WE ARE RESPONDING WAIT AND SEE.

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

3. DILEMMA OF ONE SMALL AMERICAN ENTERPRISER CAN BE GENERALIZED TO ILLUSTRATE PLIGHT OF MANY FOREIGN BUSINESSMEN HERE. COMPANY HAS A LOCAL BAKERY, WOODFUEL CONTRACTS, GENERAL IMPORTS BUSINESS, WHOLESALE/ RETAIL TRADE AND TRUCK TRANSPORTS. ALL SOURCES OF SUPPLY HAVE BEEN CUT OFF BY ORDER CITED REF A. YET THEY ARE ADVISED BY GOVERNMENT (REF B) BOTH TO CONTINUE NORMAL SALES AND NOT ENGAGE IN QTE ECONOMIC SABOTAGE UNQTE BY QTE CREATING ARTIFICIAL SHORTAGES UNQTE. THEIR STOCKS WILL BE EXHAUSTED IN JANUARY OR FEBRUARY AND THEY ARE WONDERING WHAT WILL HAPPEN THEN. THEY PLAN TO RETURN TO US BUT ASSUME THEY WILL NOT GET GOZ EXIT VISAS UNTIL GOZ IS SATISFIED AS TO FINANCIAL ASPECTS THEIR LIQUIDATION. THEY ALSO ASSUME THAT ZAIRE'S ACCUMULATED FROM STOCK RUNDOWN WILL NOT RPT NOT BE EXCHANGEABLE FOR FOREIGN CURRENCY AND THAT THEY WILL HAVE TO LEAVE THE MONEY HERE IN A BLOCKED ACCOUNT.

4. LARGER FIRMS, E.G. AMATO FRERES, SOLBENA, ARE UNDERSTOD TO BE HARDPRESSED. THEY ARE PROHIBITED

FROM SELLING TO FOREIGNERS, YET HAVE INSUFFICIENT ZAIRIANS TO SELL TO. ALL SALES ARE UNDERSTOOD NOW TO BE ON STRICT CASH BASIS. IF THEY CANNOT FIND OUTLETS FOR THEIR FACTOREIS, THEY PRESUMABLY ARE GOING TO CUT PRODUCTION WITH CONSEQUENT RISE OF UNEMPLOYMENT AND INEVITABLE CHARGES OF "ECONOMIC SABOTAGE".

5. LOCAL GOVERNMENT HAS TAKEN FOLLOWING STEPS, ACCORDING TO INFORMATION NOW AVAILABLE:

A. BANK ACCOUNTS OF PAKISTANI, PORTUGUESE AND GREEKS HAVE BEEN LIMITED TO ONE HUNDRED ZAIRES CASH WITHDRAWL DAILY. ORDINARY BUSINESS TRANSACTIONS BY CHECK WILL BE HONORED. COMMISSIONER DUGA, WHO BRIEFED CONFIDENTIAL

CONFIDENTIAL

PAGE 03 LUBUMB 00435 071040Z

BANKERS ON THIS REQUIREMENT 3 DECEMBER DEFINED QTE PAKISTANI UNQTE BY RACE, RATHER THAN PASSPORT, SO BRADLY SO AS TO INCLUDE ANYONE ORIGINATING IN INDIAN SUBCONTINENT. QTE GREEK UNQTE IS TAKEN TO INCLUDE CYPRIOTES.

B. CND HAS ASKED GREEK CONSULATE FOR FULL LISTING

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

OF ALL GREEK CITIZENS IN SHABA, CONFIRMING ASSUMPTION OF GREEK COMMUNITY THAT THEY ARE TO BE SUBJECTED TO POLITICAL AS WELL AS ECONOMIC REPRISALS. CONSULATE IS ASKING INSTRUCTIONS FROM GREEK AMBASSADOR.

C. ARMY HAS HAD NUMEROUS ROADBLOCKS UP IN LUBUMBASHI AND ADJACENT AREAS. NOT CLEAR WHAT ARMED SOLDIERS ARE SEEKING BUT THROUGH DOCUMENT CHECKS, VEHICULAR SEARCHES AND GENERAL HARASSMENT ARE STANDARD DRILL.
JUNIOR

CONFIDENTIAL

NNN

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: NATIONALIZATION, TRAVEL CONTROLS, EXIT PERMITS
Control Number: n/a
Copy: SINGLE
Draft Date: 05 DEC 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: garlanwa
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973LUBUMB00435
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: n/a
From: LUBUMBASHI
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19731244/aaaabgfe.tel
Line Count: 127
Locator: TEXT ON-LINE
Office: ACTION AF
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators:
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: A. LUBUMBAHI 0434
Review Action: RELEASED, APPROVED
Review Authority: garlanwa
Review Comment: n/a
Review Content Flags:
Review Date: 14 JAN 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <14-Jan-2002 by boyleja>; APPROVED <04-Feb-2002 by garlanwa>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: ECONOMIC MEASURES
TAGS: ECON, PINS, CG
To: KINSHASA
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005